

Message Text

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PAGE 01 LAGOS 03833 251409Z

46

ACTION EB-07

INFO OCT-01 AF-06 EUR-12 ISO-00 ERDA-05 AID-05 CEA-01

CIAE-00 CIEP-01 COME-00 DODE-00 FEAE-00 FPC-01 H-02

INR-07 INT-05 L-02 NSAE-00 NSC-05 OMB-01 PM-03 SAM-01

OES-03 SP-02 SS-15 STR-04 TRSE-00 FRB-03 NEA-09 EA-06

/107 W

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R 251038Z APR 75

FM AMEMBASSY LAGOS

TO SECSTATE WASHDC 8976

INFO AMEMBASSY LONDON

AMEMBASSY THE HAGUE

USMISSION OECD PARIS

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E.O.: 11652: N/A

TAGS: ENRG, NI

SUBJ: OIL PRODUCTION REMAINS LOW AS NEW TERMS TAKE PLACE

REF: LAGOS 03408

1. ON APRIL 23, SHELL-BP WAS THE LAST OF THE "BIG THREE" OIL PRODUCERS TO RECEIVE A LETTER FROM THE FEDERAL MILITARY GOVERNMENT OFFICIALLY IMPLEMENTING THE TAX, ROYALTY, AND BUY-BACK TERMS FOR FIRST SIX MONTHS 1975 WHICH WERE REPORTED REFTTEL.
2. FMG CONVOKED ALL OTHER PRODUCERS (AGIP, ELF, TEXACO, PHILLIPS) APRIL 18 AND SUMMARILY HANDED THEM THE SAME TERMS.
3. RUMORS CIRCULATING THAT FMG RECENTLY ORDERED SHELL-BP TO SHUT-IN GROUP OF WELLS WHOSE PRODUCTION HAS BEEN RUNNING 180,000 BARRELS PER DAY. ONE SOURCE (AN AMERICAN COMPANY EXECUTIVE) SPECULATES THAT SHELL-BP DELIBERATELY PROVOKED THIS REACTION (SEE PIW FOR LIMITED OFFICIAL USE

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PAGE 02 LAGOS 03833 251409Z

APRIL 14.)

4. GULF AND MOBIL CURRENTLY PRODUCING AT OR SLIGHTLY BELOW AVERAGE RATE FOR MARCH (LAGOS 03594).

5. ASHLAND OIL UNDER PRODUCTION-SHARING CONTRAC WITH NIGERIAN NATIONAL OIL CORPORATION (NNOC) EXPECTS TO COMMENCE PRODUCTION TODAY OR AS SOON THEREAFTER AS MINISTRY OF MINES AND POWER GIVES GO-AHEAD. INITIAL PRODUCTION WILL BE ABOUT 10,000 B/D AND WILL BE EXPORTED THROUGH THE AGIP-PHILLIPS TERMINAL AT BRASS.

6. TEXACO WHICH IS OPERATOR FOR JOINT VENTURE WITH CHEVRON (SOCAL) EXPECTS CONVERTED TANKER (SPV) TO RETURN TO ITS PERMANENT STATION AT THE PENNINGTON OFFSHORE FIELD BY APRIL 29, PERMITTING RESUMPTION OF PRODUCTION EARLY IN MAY (LAGOS 02141).
CROSBY

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AGREEMENTS, PETROLEUM INDUSTRY, TAXES, ROYALTIES
Control Number: n/a
Copy: SINGLE
Draft Date: 25 APR 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: MorefiRH
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975LAGOS03833
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750146-0238
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Handling Restrictions: n/a
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ISecure: 1
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Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
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Previous Handling Restrictions: n/a
Reference: 75 LAGOS 03408
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Review Authority: MorefiRH
Review Comment: n/a
Review Content Flags:
Review Date: 21 MAY 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <21 MAY 2003 by BoyleJA>; APPROVED <21 MAY 2003 by MorefiRH>
Review Markings:

Margaret P. Grafeld
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EO Systematic Review
05 JUL 2006

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